

**STATE INSURANCE & RISK MANAGEMENT BOARD**  
**Minutes of Meeting No. 307**  
**June 9, 2015**  
**10:00 A.M.**

The Three Hundred Seventh meeting of the State Insurance and Risk Management Board was held on Tuesday, June 9, 2015 at the Board of Regents for Higher Education, 39 Woodland Street, Room 308, Hartford, CT.

Acting Chairperson Savitsky presided.

The following members were in attendance:

State Insurance & Risk Management Board

Ms. Linda R. Savitsky, Acting Chairperson  
Mr. George A. Dagon, Jr.  
Ms. Susan M. Donatelli  
Mr. Stephen Fontana  
Mr. Daniel J. Friedman  
Mr. Wallace J. Irish  
Ms. Martha Carlson, Deputy Comptroller

Mr. Seth T. Mahler, Vice Chairperson was unable to attend.  
Mr. Robert J. Broomall was unable to attend.  
Ms. Marjorie F.B. Lemmon was unable to attend.  
Mr. Patrick Mahon was unable to attend.  
Mr. Michael T. McCormack was unable to attend.

Department of Administrative Services/Insurance and Risk Management Board

Ms. Daria J. Cirish, Risk Manager  
Ms. Eileen G. McNeil

Office of the Agent of Record

Mr. John Byrnes  
Mr. Fred Tanguay, Senior Vice President  
Ms. Doreen Lessard

*Linda R. Savitsky*  
*Acting Chair*  
*Approved Sept 8, 2015*

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Ms. Savitsky introduced Mr. Richard Boccaccio to the Board. The Governor's Office has submitted a change to the Board's statutes to increase Board membership from 11 appointed members to 12 appointed members. Once this bill passes, Mr. Boccaccio will be appointed to the Board. He attended today's meeting as an observer.

1. Approval of the Minutes of Meeting No. 306 held on March 10, 2015 (Exhibit 1)

A motion was made by Mr. Fontana, seconded by Ms. Donatelli and

VOTED: To approve the minutes of Meeting No. 306 held on March 10, 2015.

Mr. Irish abstained from voting.

2. Reconciliation of and Review of Premium Payments, Informal Bids Processed by the Board since the Last Approval (Exhibit 2)

Mr. Tanguay explained that the Board went before the Financial Advisory Committee (FAC) to request an additional appropriation of \$1,532,625 to cover four unanticipated and unbudgeted claim settlements. After receiving the additional funding, the Third Party Administrator, Constitution State Services, advised that one of the claims in the amount of \$300,000 would not be settling by the end of the fiscal year. The D.A.S. Business Office submitted a request to O.P.M. to carry-forward \$300,000 from this year's budget to pay for this claim next fiscal year. Mr. Tanguay also noted that there would be an approximate \$1.5 million lapse in the Special Transportation Fund due to lower than anticipated highway claims.

A motion was made by Mr. Fontana seconded by Ms. Donatelli and unanimously

VOTED: To approve the premium, deductible payments and informal bids processed by the Board since the last Board meeting totaling \$2,752,084.14.

3. Votes

A) Department of Emergency Services & Public Protection (DESPP) – Fixed Wing/Helicopter (Exhibit 3A)

Mr. Tanguay stated that this policy provides liability and hull coverage on two helicopters and three Cessna's owned and operated by D.E.S.P.P.

Mr. Irish questioned why there are \$25 million limits on the helicopters, but only \$5 million on the planes. Mr. Tanguay advised that the helicopters are used more often, as well as, there is a higher chance for an accident with a helicopter. The Board directed Mr. Tanguay to get quotes for \$25 million on the Cessna's.

After much discussion, a motion was made by Mr. Fontana, seconded by Mr. Dagon and unanimously

VOTED: To place coverage with QBE Insurance Company with the provision to increase the limits on the three Cessna's to \$25 million, not to exceed an additional \$6,000 premium.

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3. B) University of Connecticut – Co-Generation Plant (Exhibit 3B)

Mr. Tanguay explained that there is plant that provides power to the UConn campus in Storrs. He stated there is an extensive inter-connection agreement between Eversource (formerly Northeast Utilities) and the University of Connecticut. The agreement requires specific types of insurance.

Mr. Tanguay advised that this policy was extended from June 9 to July 9 to coincide with the Board meeting dates. UConn was agreeable to this, since they reimburse the premium.

After Mr. Tanguay reviewed the exhibit, a motion was made by Mr. Fontana, seconded by Ms. Carlson and unanimously

VOTED: To place coverage as outlined in Exhibit 3B, for a total premium of \$221,326.  
This policy will be effective July 9, 2015 to July 9, 2016.

4. Any Other Matters to Properly Come Before the Board

Mr. Tanguay advised that the Large Loss Committee met with both T.P.A.'s on June 3, 2015 to review 14 claims. The committee took action on several claims, authorizing settlements and increasing reserves. Some of these claims will be paid next fiscal year.

5. Date and Location of Next Meeting

The next two Board meetings are scheduled for Tuesday, September 8, 2015 and Tuesday, December 8, 2015. Both meetings will be held at the Board of Regents for Higher Education.

6. Motion to Adjourn

It was moved by Mr. Fontana, seconded by Ms. Donatelli and unanimously

VOTED: The meeting be adjourned. The meeting adjourned at 10:59 A.M.